

OPEN MEETING ITEM

HECEIVED AZ GORP COMMISSION

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FEB 20 4 13 PM '98

TO:

THE COMMISSION

FROM:

Utilities Division

DOGSMENT CONTROL

DATE:

February 20, 1998

RE:

NOTICE OF FILING - REVISIONS

IN THE MATTER OF THE FILING OF ARIZONA PUBLIC SERVICE COMPANY OF UNBUNDLED SERVICE TARIFFS PURSUANT TO A.A.C. R14-2-1606 AND SYSTEMS BENEFIT CHARGE PURSUANT TO A.A.C.

R14-2-1608 (DOCKET NO. E-01345A-97-0773)

The Utilities Division hereby files a corrected copy of the Memorandum and Proposed Order in the above referenced docket. The revised copy of the previously filed Proposed Order corrects page 1, line 19 through line 21.

Please discard the copy of the Memorandum and Proposed Order filed and distributed on February 19, 1998 and replace them with the attached corrected Memorandum and Proposed Order.

Thank you for your attention to this matter.

Cynthia Mercurio-Sandoval

ASO II - Manager Utilities Division

MHW:JVW:cms

ORIGINATOR: John Wallace

DOCKETED

FEB 20 1998

DOGMETER BY

MEMORANDUM

TO: THE COMMISSION

FROM: Utilities Division

DATE: February 20, 1998

RE:

IN THE MATTER OF THE FILING BY ARIZONA PUBLIC SERVICE COMPANY OF UNBUNDLED SERVICE TARIFFS PURSUANT TO A.A.C. R14-2-1606 AND SYSTEMS BENEFIT CHARGE PURSUANT TO A.A.C. R14-2-1608 (DOCKET

NO. E-01345A-97-0773)

On February 13, 1998, Arizona Public Service Company (Company) filed its unbundled service tariffs pursuant R14-2-1606 and a systems benefit charge pursuant to R14-2-1608. In this filing, the Company has designed Direct Access Tariffs based on its existing rate schedules, with credits given for generation and/or other competitive services selected by the customer. The Company has also filed a systems benefit charge and plan of administration.

Effective December 26, 1996, the Arizona Corporation Commission (Commission) adopted rules governing the parameters of retail electric competition. Pursuant to R14-2-1606(C), each incumbent utility must file Unbundled Service Tariffs to provide the following services to all eligible purchasers on a nondiscriminatory basis: Distribution service; Meter and meter reading service; Billing and collection service: Open access transmission service; Ancillary services; Information services; and Other ancillary services necessary for safe and reliable system operation. Pursuant to R14-2-1608, each incumbent utility must file non-bypassable rates or related mechanisms to recover the applicable pro-rata costs of system benefits from all consumers located in its service area who participate in the competitive market.

Due to the size and magnitude of the filing, Staff is recommending the Commission suspend the filing for a period of one hundred and twenty days.

Morris H. Wolff

Director

Utilities Division

MHW:JVW:djg/PAB

ORIGINATOR: John V. Wallace

1	BEFORE THE ARIZONA CORPORATION COMMISSION		
2	Commissioner - Chairman		
3	3 RENZ D. JENNINGS Commissioner		
4	4		
5	5		
6	6 IN THE MATTER OF THE FILING BY) DOCKE ARIZONA PUBLIC SERVICE COMPANY)	T NO. E-01345A-97-0773	
7	7 COOPERATIVE, INC. OF UNBUNDLED) SERVICE TARIFFS PURSUANT TO)		
8		ON NO	
9	9 A.A.C. R14-2-1608		
10	10 ORDER		
11			
12	February 24 and 25, 1998 Phoenix, Arizona		
13	BY THE COMMISSION:		
14	FINDINGS OF FACT		
15	15		
16	1. Arizona Public Service Company (APS or Company) is certified to provide		
17	electric service as a public service corporation in the State of Arizona.		
18	2. On February 13, 1998, the Company filed its unbundled service tariffs pursuan		
19	R14-2-1606 and a systems benefit charge pursuant to R14-2-1608. In this filing, the Company		
20	has designed Direct Access Tariffs based on its existing rate schedules, with credits given for		
21	generation and/or other competitive services selected by the customer. The Company has also		
22	filed a systems benefit charge and plan of administration.		
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3. Effective December 26, 1996, the Commission adopted rules governing the parameters of retail electric competition. Pursuant to R14-2-1606(C), each incumbent utility must file Unbundled Service Tariffs to provide the following services to all eligible purchasers on a nondiscriminatory basis: Distribution service; Meter and meter reading service; Billing and collection service: Open access transmission service; Ancillary services; Information services; and Other ancillary services necessary for safe and reliable system operation. Pursuant to R14-2-1608, each incumbent utility must file non-bypassable rates or related mechanisms to recover the applicable pro-rata costs of system benefits from all consumers located in its service area who participate in the competitive market.

4. Due to the size and magnitude of the filing, Staff is recommending the Commission suspend the filing for a period of one hundred and twenty days.

CONCLUSIONS OF LAW

- 1. APS is an Arizona public service corporation within the meaning of Article XV, Section 2, of the Arizona Constitution.
- 2. The Commission has jurisdiction over APS and over the subject matter of the application.
- 3. The Commission, having reviewed the tariff pages (copies of which are contained in the Commission tariff files) and Staff's Memorandum dated February 20, 1998, concludes that it is in the public interest to suspend the filing for a period of one hundred twenty days.

Decision No.

ORDER

THEREFORE, IT IS ORDERED that the tariff filing be and hereby suspended until and including June 12, 1998.

IT IS FURTHER ORDERED that this Decision shall become effective immediately.

BY ORDER OF THE ARIZONA CORPORATION COMMISSION

COMMISSIONER - CHAIRMAN	COMMISSIONER	COMMISSIONER
	IN WITNESS WHEREOF, Secretary of the Arizona Cor hereunto, set my hand and ca Commission to be affixed at Phoenix, thisday of	poration Commission, have used the official seal of this the Capitol, in the City of
		
	JACK ROSE Executive Secretary	
DISSENT		
MHW:JVW:djg/PAB		

Decision No.